

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF WESTERN)	
LEWIS-RECTORVILLE WATER AND GAS)	CASE NO. 9642-J
DISTRICT)	

O R D E R

On February 4, 1987, the Commission issued its Order in Case No. 9642 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On May 10, 1988, Western Lewis-Rectorville Water and Gas District ("Western Lewis") notified the Commission that its wholesale cost of gas had been decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective June 1, 1988, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Western Lewis' notice of May 10, 1988, set out certain revisions in rates which Western Lewis proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$5,027 or 9.65 cents per Mcf.

(2) Transmission applied with the Federal Energy Regulatory Commission for a decrease with an effective date of June 1, 1988.

(3) Western Lewis' adjustments in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 9642 dated February 4, 1987, is fair, just, and reasonable and in the public interest and should be effective with gas supplied on and after June 1, 1988. Western Lewis' rates should be subject to refund because Transmission's rates are subject to refund.

IT IS THEREFORE ORDERED that:

(1) The rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after June 1, 1988.

(2) Within 30 days of the date of this Order, Western Lewis shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 24th day of May, 1988.

PUBLIC SERVICE COMMISSION

Richard D. Heman, Jr.
Chairman

Robert M. Davis
Vice Chairman

Spencer N. Williams, Jr.
Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9642-J DATED May 24, 1988.

The following rates and charges are prescribed for the customers in the area served by Western Lewis-Rectorville Water and Gas District (Gas Division). All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Surcharge:

(1) Customer Charge	\$1.00 Per Month
(2) Usage Charge	\$.59 per Mcf

Rates: Monthly

First	1,000 cu. ft. or less	\$6.50 (Minimum Bill)
Next	4,000 cu. ft. per 1,000 cu. ft.	4.3859
Next	5,000 cu. ft. per 1,000 cu. ft.	4.3359
Over	10,000 cu. ft. per 1,000 cu. ft.	4.2359

The base for the future application of the purchased gas adjustment clause of Western Lewis-Rectorville Water and Gas District (Gas Division) shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$3.1817 per Dth